

Annual Report

State of Nevada

Highway Improvement Revenue Bonds

March, 2011

This Annual Report is being filed pursuant to a continuing disclosure undertaking of the State of Nevada relating to the following issues of Highway Improvement Revenue Bonds, all of which are secured on a parity with each other and are referred to herein as "Existing Parity Securities".

Existing Parity Securities	Original Principal Amount	Principal Balance Outstanding*
State of Nevada, Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds, Series December 1, 2000A	\$100,000,000	\$ 0
State of Nevada, Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds, Series July 1, 2003	176,435,000	57,935,000
State of Nevada Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds, Series 2004	173,345,000	113,890,000
State of Nevada, Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds, Series 2005	191,445,000	142,495,000
State of Nevada, Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds, Series 2006	192,730,000	167,755,000
State of Nevada, Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds, Series 2008	129,970,000	129,970,000
Total	\$963,925,000.00	\$612,045,000.00

*As of March 1, 2011

This Annual Report includes the following:

- (1) Table of annual debt service on all Existing Parity Securities;
- (2) Table of fuel taxes and debt service coverage on all Existing Parity Securities;
- (3) The State's Comprehensive Annual Financial Report for the fiscal year ended June 30, 2010.

Debt Service Requirements

The following Table lists the debt service requirements for all Existing Parity Securities Outstanding as of March 1, 2011.

Annual Debt Service Requirements As of March 1, 2011			
Year Ended December 1	Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds		
	Principal	Interest	Total
2011	50,835,000	29,746,310	80,581,310
2012	53,300,000	27,154,110	80,454,110
2013	55,880,000	24,435,785	80,315,785
2014	40,960,000	21,585,460	62,545,460
2015	43,125,000	19,477,935	62,602,935
2016	45,370,000	17,258,810	62,628,810
2017	47,635,000	14,990,310	62,625,310
2018	50,000,000	12,722,898	62,722,898
2019	50,000,000	10,260,843	60,260,843
2020	50,000,000	7,855,490	57,855,490
2021	20,030,000	5,621,425	25,651,425
2022	21,060,000	4,619,925	25,679,925
2023	22,140,000	3,566,925	25,706,925
2024	23,170,000	2,459,925	25,629,925
2025	24,150,000	1,502,725	25,652,725
2026	14,390,000	503,650	14,893,650
Total	\$612,045,000	\$203,762,525	\$815,807,525
(1) Columns may not add up to totals due to rounding			

Debt Service Coverage

The following Table reports Fuel Taxes included in Gross Pledged Revenues securing the Parity Securities for the five fiscal years ended June 30, 2010, and pro forma debt service coverage on the Parity Securities.

Fuel Taxes and Pro Forma Debt Service Coverage ⁽¹⁾

Fiscal year ended June 30,
(000 omitted)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Gas Tax	\$197,706	\$200,174	\$197,567	\$189,934	\$186,147
Special Fuel Tax	<u>96,642</u>	<u>96,968</u>	<u>96,374</u>	<u>79,545</u>	<u>79,340</u>
Total Fuel Taxes ⁽²⁾	\$294,348	\$297,142	\$293,941	\$269,479	265,487
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Coverage of Maximum Annual Debt Service ⁽³⁾	3.30	3.33	3.29	3.02	3.29

(1) Calculated using Fuel Taxes only. Does not include any debt service coverage from federal aid funds.

(2) Fuel Taxes constituting Gross Pledged Revenues do not include "Direct Distributions and Other Exclusions" consisting of tax proceeds that are not collected because of exempt sales and other exempt transactions, dealers' collection and handling fees, tax proceeds to be used for refunds, motor vehicle fuel tax proceeds paid on fuel used in watercraft for recreational purposes, tax proceeds distributed to counties, tax proceeds derived from motor vehicle fuel used in aircraft; and the costs of administration for the collection of excise taxes on gasoline or other motor vehicle fuel (subject to a limitation of not exceeding 1% of the total proceeds so collected).

(3) Based on scheduled debt service on the Existing Parity Securities and assuming no other debt outstanding.